Honolulu, Hawaii

Ebruary 10, 2014

RE: H.B. No. 2621 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 2621 entitled:

"A BILL FOR AN ACT RELATING TO GOVERNMENT ACCOUNTABILITY,"

begs leave to report as follows:

The purpose of this measure is to expand the Procurement Policy Board's mandate to adopt rules regarding lost, stolen, damaged, unserviceable, or unsuitable property to include:

- (1) Time limits concerning issue reporting;
- (2) A duty for government agencies and contractors to cooperate in the investigation of raised issues; and
- (3) Penalties for failing to comply with these requirements.

An individual testified in support of this measure. The State Procurement Office provided comments on this measure.

Your Committee has amended this measure by:

(1) Removing the rulemaking authority to adopt penalties in section 103D-1202(3)(C), Hawaii Revised Statutes, because section 103D-1210, Hawaii Revised Statutes, already imposes penalties for violations under this part; and

(2) Changing the effective date of this measure to July 1, 2112, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2621, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2621, H.D. 1, and be referred to the Committee on Judiciary.

Respectfully submitted on behalf of the members of the Committee on Consumer Protection & Commerce,

ANGUS L.K. McKELVEY, Chair

State of Hawaii House of Representatives

The Twenty-seventh Legislature

The Twenty-seventh Legislature **Sce 267-14* Record of Votes of the Committee on Consumer Protection and Commerce

Bill/Resolution No.:	Committee Referral:	Dates	: 2105/14	
HB 2021	CPC, JUD		2703/11	
The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)				
2. KAWAKAMI, Derek S.K. (VC)			· _	
3. BELATTI, Della Au				
4. BROWER, Tom				
5. CACHOLA, Romy M.				
6. CREAGAN, Richard				
7. EVANS, Cindy			2	AND DK
8. HAR, Sharon E.				/
9. ITO, Ken				
10. LEE, Chris				
11. NAKASHIMA, Mark M.				
12. OSHIRO, Marcus R.	/			
13. TSUJI, Clift				
14. YAMANE, Ryan I.	MOK			
15. MCDERMOTT, Bob				
16. THIELEN, Cynthia				
		;		
TOTAL (16)	13			3
The recommendation is: Adopted Not Adopted If joint referral, did not support recommendation. Committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				